

# Greenhouse Gas Reduction Goal Update

### **Governor's Commission on Climate Change**

April 22, 2008



### Virginia Energy Plan GHG Goal

- 30 Percent reduction in 2025 Business-As-Usual (BAU) Energy Use
- Trending methodology
  - 20-40 year historic trend analyzed for each sector for each fuel type
  - Past trends projected forward and totaled
- Assumes
  - Long-term population growth rate steady
  - Continuing improvement in energy efficiency/energy intensity
  - Same fuel mix each fuel type grows as total energy use grows



### Virginia Energy Plan GHG Goal

- Compound growth rate for energy
  - = 1.4% per year
- GHG emissions EIA, Greenhouse Gasses in the United States methodology
- 2000 = 133 MMte from energy use
- 2025 = 192 MMte from energy use
- 30% reduction = 58 MMte
  - 134 MMte total emissions from energy use in 2025





#### **DEQ GHG Emission Inventory**

- Includes energy use, industrial, waste, agriculture emissions, imported power
  - CO<sub>2</sub>, CH<sub>4</sub>, N<sub>2</sub>O, PCFs, HFCs, SF<sub>6</sub>
- Non-transportation sources (mainly energy)
  - US EPA State GHG Inventory Tool
  - 2000-2005 uses available data
    Population, energy use by fuel by sector, industrial/mining/agricultural production
  - 2006-2025 projections

Power sector based on announced new generating units – imports used to balance load

Electricity demand predictions consistent with VEP Other projections from EPA State GHG Inventory Tool



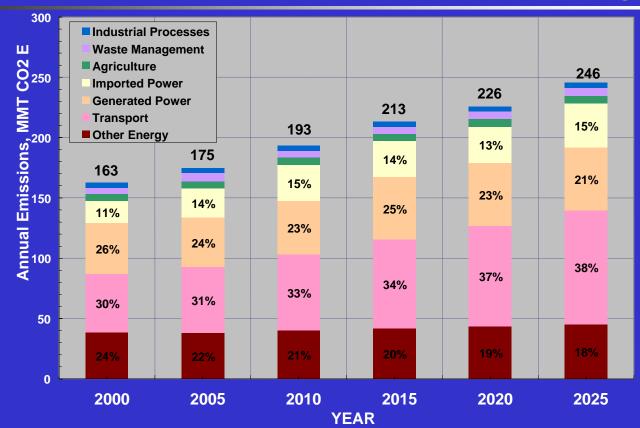


#### **DEQ GHG Emission Inventory**

- Transportation
  - US EPA Mobile Source Emission Factor Tool
  - 2000 2025 VDOT projected vehicle activity data for highways
  - Non-highway projected from historic energy use
- 2000 = 163 MMte
  - 141 MMte from energy use
- 2025 = 246 MMte
  - 209 MMte from energy use
- 30% reduction = 74 MMte172 MMte total emissions in 2025



## Projected Emissions Growth 2000 to 2025 – DEQ Inventory



**Growth Rates: Total inventory = 1.7% per year** 

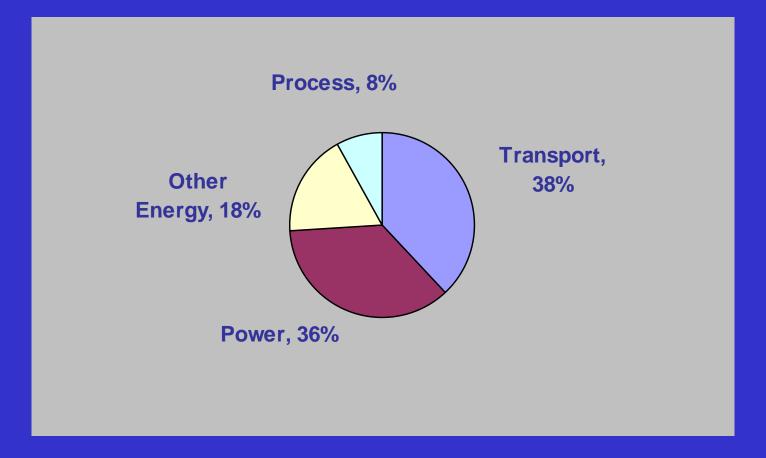
Transportation = 2.7% per year

Other Energy = 1.3% per year



## Projected Emissions by Sector 2025 – DEQ Inventory







#### Questions:

- What was the intent of the Governor's GHG reduction goal?
- What should be the basis for this goal?
- How does the 2000 base year fit in?



#### Answers:

- Reduce GHG emissions from the 2025 BAU case by 30%
- The latest comprehensive inventory should be used
- CY 2000 was only used to put reduction into historical context